

FISCAL NOTE

HB 871 - SB 1275

April 11, 2003

SUMMARY OF BILL: Provides all gasoline sold in this state shall contain at least 10% ethanol.

ESTIMATED FISCAL IMPACT:

Decreases State Revenues - Exceeds \$90,000,000/Highway Fund

Estimate assumes that federal funds exceeding \$90,000,000 will be lost to the state highway fund if this legislation is enacted. The federal government taxes gasoline at \$0.184 per gallon and it taxes gasohol (10% or more ethanol) at a rate of \$0.132 per gallon. The state receives back approximately 90% of the funds paid into the federal highway trust fund by purchasers of gasoline within the state.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James A. Davenport".

James A. Davenport, Executive Director